

**2003 Multi-Species CDQ
First Quarter Report
(Public Version)**

for the

**Aleutian Pribilof Island
Community Development
Association**

April 30, 2003

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I. Quarterly Highlights

APICDA's employment goal for 2003 is to provide at least 80 jobs for APICDA residents. By the conclusion of the first quarter, a total of 38 job positions (37 discrete individuals) had been filled by APICDA residents, generating wages of \$236,538 for the quarter.

During the first quarter ten individuals attended various vocational education or specialized training programs. A total of \$10,159 in vocational education scholarships on behalf of APICDA residents has been spent this quarter.

Forty-two individuals used APICDA higher education scholarships during the first quarter of the year. Each scholarship is in the amount of \$5,000 for the school year. A total of \$93,706 in higher education scholarships on behalf of APICDA residents has been spent this quarter.

APICDA hosted its fifth annual Community Outreach Conference on March 18 and 19. Representatives from the local government, the village corporation, and the local traditional council or IRA from each of APICDA's eligible communities attended the conference. Also attending were the APICDA board and staff, representatives of the State of Alaska, NMFS CDQ staff, some of APICDA harvesting partners, and various private sector entities from the APICDA region. The purpose of the conference was to discuss the future of APICDA, its subsidiaries, its impacts upon the communities, and the goals and desires of the villages. Attendees also had the opportunity to contribute "first hand" to further development of the 2003-05 Community Development Plan (CDP). Approximately fifty people attended the two day conference.

Management and staff spent approximately 120 "person days" in the APICDA region in the first quarter. Project development, project maintenance, and community outreach were some of the activities/purposes for their trip(s) to the APICDA communities.

APICDA concluded its Bering Sea "A" season pollock fishery during the first quarter. A total of 32 metric tons of pollock remains. PSC catch year-to-date consisted of less than one metric ton of halibut, 229 Chinook salmon, and 3 Opilio crab.

OceanLogic's Electronic Logbook software (ELB) was approved by the federal government for use in the Alaska. Approximately 50 copies have been sold to catcher vessel participating in groundfish fisheries in both the Bering Sea and Gulf of Alaska.

MUM Alaska, L.L.C. successfully negotiated a contract with the Koniag Corporation to manage their wildlife and properties surrounding the Karluk River watershed.

Please visit APICDA web site at: www.apicda.com

II. Community Development

A. Progress Toward Goals, Objectives, Milestones

The following is a review of the highlights from APICDA's goals, objectives, and milestones. See Tables 1 through 7 for a specific review of all milestones, by community.

1.) Employment: APICDA's employment goal for 2003 is to provide at least 80 jobs for APICDA residents. By the conclusion of the first quarter, a total of 38 job positions (37 discrete individuals) had been filled by APICDA and CDQ residents, generating wages of \$236,538 for the quarter.

2.) Training: APICDA's goal is to provide vocational education and training assistance for any resident who desires the opportunity or needs help. During the first quarter, ten APICDA residents attended various vocational education or specialized training programs. Total funds requested and approved were \$10,280.

3.) Education: Forty-two individuals used APICDA higher education scholarships during the first quarter of the year. Each scholarship is in the amount of \$5,000 for the school year. A total of \$93,706 in higher education scholarships on behalf of APICDA residents has been spent this quarter.

4.) APICDA Joint Ventures, Inc. (AJV) Activities: AJV activities during the first quarter consisted of overseeing the various subsidiary corporations, including Atka Pride Seafoods, Puffin Seafoods, L.L.C., Kayux Development, L.L.C., APICDA Vessels, Inc., Nelson Lagoon Storage Company, L.L.C., Nazan Bay Inn, Prowler, L.L.C., Ocean Prowler, L.L.C., Golden Dawn, L.L.C., Konrad 1, L.L.C., Bering Pacific Seafoods, L.L.C., and MUM Alaska, L.L.C. AJV continued to discuss the formation of new joint venture corporations, and to review other investment opportunities.

5.) APICDA Vessels, Incorporated (AVI): AVI activities during the first quarter consisted of preparing and launching its fleet for the upcoming fisheries. This includes the five *AP* boats, and the *Bonanza*. Upon approval of the AVI Board of Directors, management sold the Charter Vessel M/V *Grand Aleutian*. AVI has no plans to replace this vessel at this time. At their November 2002 board meeting, the AVI board elected to retire the services of the F/V *Stardust*. The vessel is currently in Homer being advertised for sale.

6.) Atka Pride Seafoods (APS) Activities: APS is in the process of planning for the upcoming year. Management personnel spent a large portion of March in Atka readying the plant and vessels for the upcoming season. The plant is expecting a May 1 opening.

7.) Puffin Seafoods, L.L.C.: There was very little activity in the first quarter. A total of \$13,000 worth of gear loans was distributed to local St. George fishermen in the quarter. All loans are approved by the Puffin Board of Directors, and guaranteed by the St. George Fishermen's Association.

8.) Nelson Lagoon Storage Company, L.L.C.: John Nelson Jr. was hired as the new manager of the storage company. He will be working closely with management to develop strategies to increase sales and services for the company. Aside from current rentals of inside and yard storage, no additional activity was recorded in the first quarter.

9.) OceanLogic, L.L.C.: The National Marine Fishery Service (NMFS) approved OceanLogic's electronic logbook software (ELB) for use in Alaska. The Alaska Science Center has purchased 50 copies of the ELB. NMFS is in the process of purchasing up to another 40 licenses for use in the Gulf of Alaska trawl fisheries. NMFS plans to further utilize the ELB as the primary data collecting platform in a halibut bycatch study that will begin mid summer 2003. Currently, Oceanlogic is in discussions with NMFS for determining the best way to proceed in developing an extension to the ELB for Catcher Processors.

10.) Bering Pacific Seafoods, L.L.C.: The BPS Board of Directors met in early February to determine the course of action involving the Bering Pacific Seafoods operation following its decision last November to temporarily suspend operations pending construction of a shoreside processing facility. A limited budget was requested and approved for demobilizing the barge Dipper and planning funds for a shore base plant in False Pass. In early March, the Barge Dipper was moved to Homer for secure moorage purposes

11.) Ugludax Lodge: The lodge has booked 100 paid bed nights to date for the 2003 season. The operation is expected to open in early summer. Potential navigational aide improvements to the Nikolski airport may alleviate some of the delays and cancellation of client bookings due to poor flying weather.

12.) Sea Urchins: A sea urchin harvest in St. George will not occur this year. To better the success of the project, plans are to process a majority of the urchins on island. This plan increases the shelf life of the product and reduces shipping costs. Before this plan goes through, a DEC approved facilities needs to be identified. APICDA's Construction Manager is in the process of drafting a cost analysis to upgrade the harbor master's building on St. George to meet DEC requirements.

In the interim, APICDA plans to initiate an identical project similar to the 2002 St. George project, in Atka in 2003, if possible. Surveys performed in 1999 indicated potential commercial quantities of urchins in the near shore waters of Atka. The test fishery would occur during a time least intrusive on the Atka Pride Seafoods halibut fishery.

B. Outreach

APICDA staff traveled to many of our communities during the first quarter to meet with residents and discuss a wide variety of CDQ and development related issues. Management and staff spent approximately 120 "person days" in the APICDA region in the first quarter. Project development, project maintenance, and community outreach are some of the activities/purposes for their trips to the APICDA communities.

APICDA hosted its fifth annual Community Outreach Conference on March 18 and 19. Representatives from the local government, the village corporation, and the local traditional council or IRA from each of APICDA's eligible communities attended the conference. Also attending were the APICDA board and staff, representatives of the State of Alaska, NMFS CDQ staff, APICDA harvesting partners, and various private sector entities from the APICDA region. The purpose of the conference was to discuss the future of APICDA, its subsidiaries, its impacts upon the communities, and the goals and desires of the villages. Attendees also had the opportunity to contribute "first hand" to further development of the 2003-05 Community Development Plan (CDP). Approximately fifty people attended the two day conference.

APICDA's Human Resource department is actively recruiting APICDA residents for available positions and anticipated future positions with APICDA, APICDA subsidiaries, and APICDA harvesting partners.

APICDA provides each entity within our eligible communities a copy of the Community Development Plan (CDP), and public version of the quarterly reports. Quarterly news letters and a continuously upgraded website are vehicles used by management to increase awareness of all that APICDA and its subsidiaries have to offer for our community members.

APICDA has stepped up communications both internally and externally. To address internal communications, management has schedule biweekly meetings to ensure that all divisions of the APICDA and AJV are well versed on the current activities of the APICDA and its subsidiary as a whole. Managers are expected to assimilate the information received at the meetings and inform their staff members. To further strengthen communications, the human resources division conducts a monthly staff training session. This in-service provides the opportunity for staff members to become familiar with the tasks and duties of co-workers. It also provides a mechanism to provide cross training opportunities.

C. Employment

CDQ Local Resident Employment for First Quarter, 2003 and Year-to-Date

	Quarter		Quarter-To-Date		Year-To-Date Discrete People
	Positions	Wages	Positions	Wages	
Management/Admin	12	\$97,235	12	97,235	12
Board Members	9	\$26,100	9	26,100	9
CDQ A/B Season	3	17,554	3	17,554	3
CDQ C/D Season					
Other Fishing	6	71,969	6	71,969	6
Internships	0	0	0	0	0
Other Employment	17	49,780	17	49,780	17
Totals	38	\$236,538	38	\$236,538	38
Quarter Discrete	37	Yearly Discrete Positions	37	Yearly Discrete People	37

Note: "Positions" are the total number of individuals who receive compensation for the quarter or year-to-date. "Discrete people" and "discrete positions" refer to the actual number of individuals or positions during the time period. Several individuals were employed in different categories during the quarter or year-to date; this means that these individuals are double (or triple) counted in the "positions" column or category, and show up in more than one of the "discrete people" categories; however, they are only counted once in the bottom line under "discrete people" or "discrete positions." Additionally, **Appendix 16** provides a complete listing by name, category, and community for all individuals employed for the first quarter. **Appendix 17** provides a complete list of Alaska Residents employed by APICDA and subsidiaries in the first quarter.

Summary

Management/Administrative: During the first quarter, there were twelve APICDA residents who received compensation for management/administrative duties. These functions ranged from staff employment and honorariums, to Community Liaison Officers (CLO) activities. The total expended during the quarter was \$97,235.

Board Members: During the first quarter, nine board members from various boards received compensation for their duties and responsibilities. Total compensation for the quarter totaled \$26,100 (this figure IS NOT included in the above financial statistics).

Direct Employment from CDQ Pollock Fishing: Three APICDA residents were employed in pollock fishing and/or processing operations at-sea on the *C/P Starbound* during the quarter. Total wages were \$17,544.

Other Fishing: Six APICDA residents were employed in the "other fishing" category: Two APICDA residents participated in the Pacific cod fishery on the *F/LL Bering Prowler*; two APICDA residents generated wages as deck hands on the *F/V Konrad I*; and two APICDA resident participated as deck hands on the *F/V Farwest Leader* and *F/V Barbara J*. Total wages for all other fishing activities combined for the first quarter was \$71,969.

Other Employment: Seventeen APICDA residents were employed in a variety of non-direct fishery activities, including the Ugludax Lodge, L.L.C., Bering Pacific Seafoods, L.L.C. operations, stevedoring, and maintenance/construction projects directly related to APICDA CDP projects. Total wages generated for the first quarter were \$49,780.

Ancillary Employment and Economic Impacts: The activities of APICDA and its subsidiaries generate significant economic benefits in the region, but much of the benefit is not captured by the existing employment and earnings data tables. For example, the Bering Pacific Seafoods facility in False Pass purchases fish from resident fishermen, from fishermen living in the region (but outside the CDQ eligible communities), and from fishermen living outside the region. Similarly, BPS (and other APICDA subsidiaries) employs local residents, regional residents, other Alaska residents, and non-residents. The purchase of fish and the payment of wages, whether to residents or non-residents, have an undeniable economic impact in the community. Goods are purchased with the money received and taxes are paid to the city, the borough and the state.

Even though BPS is in a "caretaker" mode of operation, essential services provided by the City of False Pass continue to be needed. BPS employed three individuals total during the quarter; of these, two were False Pass residents. In addition, BPS purchased services from the City of False Pass, store, and individual community members.

Atka Pride Seafoods is another operation that provides similar ancillary employment and regional benefits as BPS that is not captured by the employment and earnings tables.

D. Training & Education

Training and Education for First Quarter, 2003 and Year-to-Date

		Quarter		Year-To-Date	
		People	Expenditures	People	Expenditures
Scholarships					
	Post Secondary	42	\$93,706	42	\$93,706
	Vocational	10	10,280	10	10,280
Voc-Tech Classes					
	Basic	0	0	0	0
	Advanced	0	0	0	0
Other Training					
	Fisheries Related	0	0	0	0
	Student Loans	0	0	0	0
	CDQ Staff/Board	6	10,159	6	10,159
	Other	0	0	0	0
Other Expenditures					
To Educational Institutions					
Education Endowment Funds					
	Community Conference	43	48,000	43	48,000
	Fish Association Grants	N/A	100,000	N/A	100,000
	School Grants	N/A	0	N/A	0
	Miscellaneous Grants	N/A	2,290	N/A	2,290
	Total	101	\$264,434	101	\$264,434

Summary

1.) Vocational Education: During the first quarter ten individuals attended various vocational education or specialized training programs. A total of \$10,280 in vocational education scholarships on behalf of APICDA residents has been spent this quarter.

2.) Higher Education: Forty-two individuals used APICDA higher education scholarships during the first quarter of the year. Each scholarship is in the amount of up to \$5,000 for the school year. A total of \$93,706 in higher education scholarships on behalf of APICDA residents has been spent in the first quarter.

3.) Summer Intern Program: Five APICDA residents participating in the Summer Intern Program in the year 2002. Jessica Borenin (Akutan), interned at the Aleut

Corporation in Anchorage in an administrative capacity. Zara Kutchuten and Jess Morrison (Unalaska) completed their summer internship with the Qawalangin Tribe. Zara participated in the Environmental Recycle Program and Rommel Stake Removal Program for the Tribe, while Jess focused his efforts on the Rommel Stake Program. Layton Lockett (Nelson Lagoon) was employed by APICDA and worked within various departments in the Juneau office, including a GIS program with OceanLogic and on website design for APICDA. Rochelle Magpantay (Unalaska), worked for the National Marine Fisheries Service, enforcement division in Unalaska. Misha Daniels (Unalaska) worked at the World Trade Center, Anchorage, Alaska.

Management is anticipating an increased participation in 2003. The human resource department is actively coordinating with APICDA's partners and subsidiaries to provide opportunities for our higher education participants in the intern program this summer.

4.) Other Expenditures: APICDA provides various programs to the communities that derive funds from the Training & Education Program. These programs provide benefits to APICDA communities in education, experience, and good will services.

APICDA awards Fishermen Association grants in the amount of \$20,000 yearly to our seven participating fishermen's associations. These grants provide seed money to the associations for fishery-related projects, organizational expenses, and funds to participate in regulatory fishery management meetings. A total of \$100,000 was been awarded through the first quarter.

The Miscellaneous Grant program is available for projects in the community that otherwise do not fit within existing APICDA programs. An amount up to \$2,857 can be awarded to eligible community. The Executive Committee reviews each proposal before funds are awarded. A total of \$2,290 was been distributed through the first quarter.

The School Grant is available to schools in each of the eligible communities. A total of \$6,000 per year is available. At the November APICDA board of Directors meeting, the board adopted a motion to convert the school grant program to a school year basis vice a calendar year basis with an effective date of September, 2003. Seven grants for a total of \$41,714 have been awarded for the 2002-03 school year. A brief description of the school grants awarded is as follows:

<u>School</u>	<u>Amount</u>	<u>Program</u>
Akutan School	\$6,000	Senior trip to tour college campuses and fish plants
Atka	\$6,000	Scuba lessons for high school students
Nelson Lagoon School	\$5,720	Marine safety and fishing career opportunities
Nikolski	\$6,000	Navigation and water safety
False Pass School	\$5,994	Marine safety and fishing career opportunities
St. George School	\$6,000	Improvements to summer stewardship program
Unalaska City School	\$6,000	Generator for fish hatchery

APICDA also provides education and training opportunities to employees of APICDA and its subsidiaries. In the first quarter, six staff members attended various training and educational programs. Total expenders were \$10,159.

E. Other Issues

Quarterly Report Preparation: For the year 2003, management is making an effort to record time spent preparing quarterly report. APICDA has a complicated corporate structure. The existing number of subsidiaries and projects within each subsidiary presents a detailed matrix that challenges even our contracted accountant firm. The majority of preparation time is spent in the accounting department. They spend approximately 70 person days alone preparing the report. Administration clocks in at approximately five person days to produce the final report.

A significant amount of effort and energy is put into preparation of the quarterlies.

III. Administration

A. Board Activities

1.) Changes in Board Members: There were no APICDA/AJV board member changes during the quarter. However, a number of APICDA/AJV committees have been revamped to more efficiently address corporate financial and policy issues.

In APICDA, the former Investment Policy Committee was renamed the Financial Investment Committee. Pete Crandall, Jeff Kashevarof, and Gilda Shellikoff serve as Chair, vice-Chair, and Secretary/Treasurer respectfully. The Financial Investment committee is responsible for the direction of investments from the LRA account.

In APICDA Joint Ventures, the Board of Directors dissolved the AJV Finance Committee and transferred all functions of that committee to the AJV Budget & Audit Committee. The officers are Pete Crandall, Chair; Emil Berikoff, Vice-Chair; and Jeff Kashevarof, Secretary/Treasurer. At this same meeting, the AJV board formed an AJV Business Investments Committee. The committee will be responsible for reviewing pro formas and all forms of proposed investment activities undertaken by AJV. The AJV Board appointed Rick Lauber, Pete Crandall, and Jeff Kashevarof as Chair, Vice-Chair, and Secretary respectively.

2.) Decisions/Actions: The Board of Directors for APICDA met in February and March. There were no other decisions or actions of major consequence that are not included here or in the confidential section of this report.

3.) Schedule for Next Quarter: The next APICDA board meeting is scheduled for July, 2003, although committees will meet throughout the quarter.

4.) Minutes: Approved minutes from board meetings in the first quarter are attached as **Appendix 15** in the confidential section of this report.

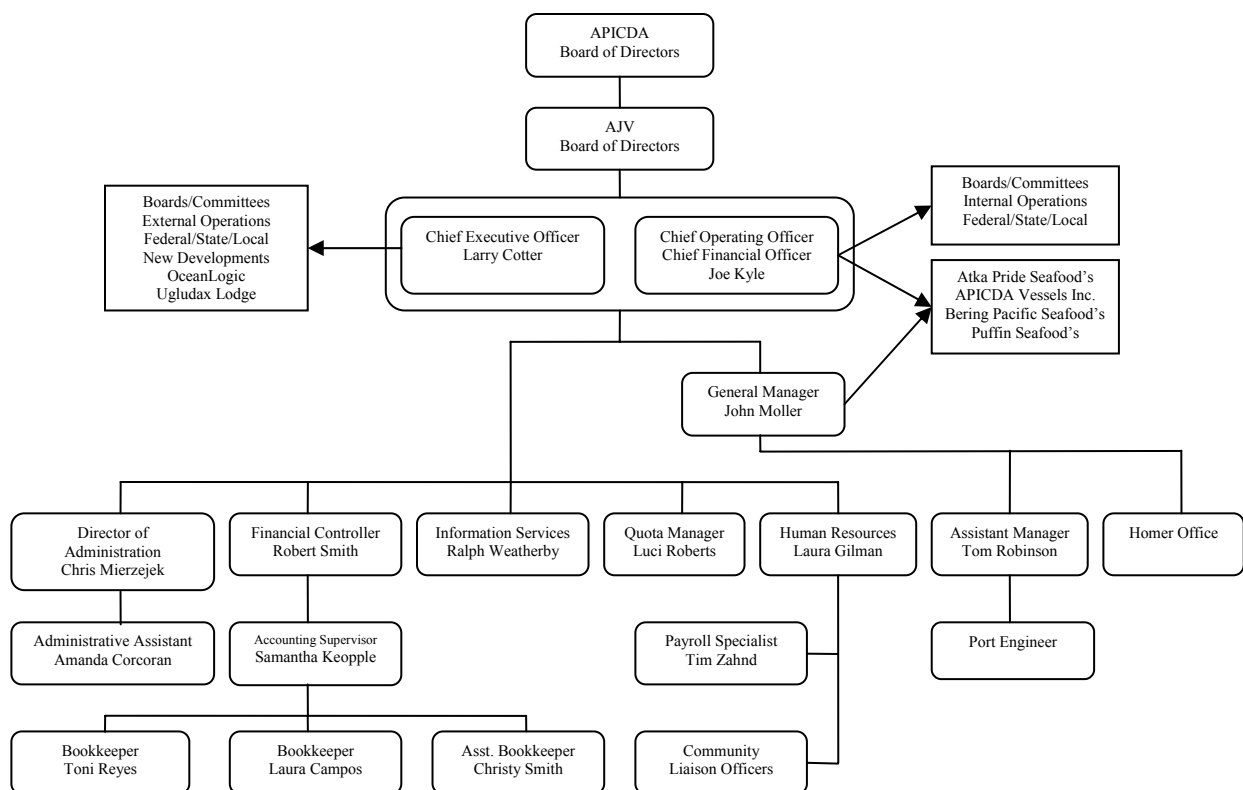
B. State Of Alaska Reporting Compliance

APICDA and its subsidiaries are and were in full compliance with all State of Alaska CDQ reporting regulations.

C. CDP Amendment Status

No amendments were applied for in the first quarter.

D. Corporate Organizational Structure



IV. Harvesting Report

A. Target Fishery Harvest Activity

1.) Pollock CDQ Harvest: The pollock “A” season CDQ fishery was completed in the first quarter. The *C/P Starbound*, *C/P Island Enterprise*, and *C/P Kodiak Enterprise*, harvested APICDA’s “A” season pollock.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (40%)	mt	8,353.856	8,322.278				8,322.278	100.000%
B Season (60%)	mt	12,530.784					0.000	0.000%
BS Pollock Total	mt	20,884.640	8,322.278	0.000	0.000	0.000	8,322.278	40%
Bycatch								
Pacific Cod	mt	2,334.450	27.218				27.218	0.327%
BS FG Sablefish	mt	43.500					0.000	0.000%
AI FG Sablefish	mt	65.100					0.000	0.000%
BS Sablefish	mt	22.890					0.000	0.000%
AI Sablefish	mt	15.080					0.000	0.000%
WAI Atka Mackerel 543	mt	449.700					0.000	0.000%
CAI Atka Mackerel 542	mt	660.600					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	239.600					0.000	0.000%
Yellowfin Sole	mt	1,758.680	0.468				0.468	0.006%
Rock Sole	mt	792.000	28.367				28.367	0.341%
BS Greenland Turbot	mt	32.160	0.013				0.013	0.000%
AI Greenland Turbot	mt	16.830					0.000	0.000%
Arrowtooth Flounder	mt	168.300	0.698				0.698	0.008%
Flathead Sole	mt	300.000	40.558				40.558	0.487%
Other Flatfish	mt	58.500	0.051				0.051	0.001%
Alaska Plaice	mt	105.000	0.057				0.057	0.001%
BS Pacific Ocean Perch	mt	18.020					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	131.700					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	75.300					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	78.900					0.000	0.000%
BS Northern Rockfish	mt	0.000	0.001				0.001	0.000%
AI Northern Rockfish	mt	132.300					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	13.640					0.000	0.000%
BS Other Rockfish	mt	15.120	0.006				0.006	0.000%
AI Other Rockfish	mt	10.080					0.000	0.000%
Other Species	mt	370.719	9.162				9.162	0.110%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000					0.000	0.000%
Zone 1 Bairdi Tanner Crab	ea	19,110.000					0.000	0.000%
Zone 2 Bairdi Tanner Crab	ea	53,460.000					0.000	0.000%
Opilio Tanner Crab	ea	81,563.000	3.000				3.000	0.036%
Pacific Halibut (mortality)	mt	75.460	0.486				0.486	0.006%
Chinook Salmon	ea	347.000	229.000				229.000	2.752%
Non-Chinook Salmon	ea	441.000					0.000	0.000%

- 2.) Pacific Cod CDQ Harvest: No activity in the first quarter
- 3.) Atka Mackerel CDQ Harvest: No activity in the first quarter
- 4.) Yellowfin Sole CDQ Harvest: No activity in the first quarter

CDQ Crab Harvest

- 5.) Opilio CDQ Harvests: A total of 189,302 pounds of opilio CDQ was harvested during the first quarter. Vessels participating in the 2003 opilio harvest were the *Farwest Leader*, and *Billikin*.

CDQ Reserve Category	Units	Annual Allocation	Trans. In	Trans. Out	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	Percent Harvested	Remaining Allocation
Bering Sea C. <i>Opilio</i>	lbs	169,651			169,651	169,607				169,607	99.97%	44
Bering Sea C. <i>Bairdi</i>	lbs				0					0	0.00%	0
Bristol Bay Red King crab	lbs				0					0	0.00%	0
Norton Sound Red King crab	lbs	0			0					0	0.00%	0
Pribilof Red & Blue King crab	lbs	0			0					0	0.00%	0
St Matthew Blue King crab	lbs	0			0					0	0.00%	0

- 6.) Halibut Harvesting: No activity in the first quarter.
- 7.) Sablefish Harvesting: No activity in the first quarter.

PSC Harvests

- 8.) Pollock Harvested by Non-Pollock Vessels: No activity in the first quarter.
- 9.) PSC Not Accrued Against PSQ Allocations: No activity in the first quarter.

Transfers

10.) CDQ Allocation Transfers: No transfers were recorded in the first quarter.

CDQ Group: NAME CDQ Reserve Category	Units	Initial Allocation	Transferred In	Transferred Out	Total After Transfers
BS Pollock	mt	20,884.640	0.000	0.000	20,884.640
Pacific Cod	mt	2,334.450	0.000	0.000	2,334.450
BS FG Sablefish	mt	43.500	0.000	0.000	43.500
AI FG Sablefish	mt	65.100	0.000	0.000	65.100
BS Sablefish	mt	22.890	0.000	0.000	22.890
AI Sablefish	mt	15.080	0.000	0.000	15.080
WAI Atka Mackerel 543	mt	449.700	0.000	0.000	449.700
CAI Atka Mackerel 542	mt	660.600	0.000	0.000	660.600
EAI/BS Atka Mackerel 541	mt	239.700	0.000	0.100	239.600
Yellowfin Sole	mt	1,758.680	0.000	0.000	1,758.680
Rock Sole	mt	792.000	0.000	0.000	792.000
BS Greenland Turbot	mt	32.160	0.000	0.000	32.160
AI Greenland Turbot	mt	16.830	0.000	0.000	16.830
Arrowtooth Flounder	mt	168.300	0.000	0.000	168.300
Flathead Sole	mt	300.000	0.000	0.000	300.000
Other Flatfish	mt	58.500	0.000	0.000	58.500
Alaska Plaice	mt	157.500	0.000	0.000	157.500
BS Pacific Ocean Perch	mt	22.260	0.000	0.000	22.260
WAI Pacific Ocean Perch 543	mt	65.850	0.000	0.000	65.850
CAI Pacific Ocean Perch 542	mt	37.450	0.000	0.000	37.450
EAI Pacific Ocean Perch 541	mt	39.450	0.000	0.000	39.450
BS Northern Rockfish	mt	0.000	0.000	0.000	0.000
AI Northern Rockfish	mt	66.150	0.000	0.000	66.150
BS Shortraker/Rougheye Rockfish	mt	0.000	0.000	0.000	0.000
AI Shortraker/Rougheye Rockfish	mt	10.540	0.000	0.000	10.540
BS Other Rockfish	mt	13.680	0.000	0.000	13.680
AI Other Rockfish	mt	8.640	0.000	0.000	8.640
Other Species	mt	432.505	0.000	0.000	432.505
PSQ Reserve Category					
Zone 1 Red King Crab	ea	1,528.000	0.000	0.000	1,528.000
Zone 1 Bairdi Tanner Crab	ea	17.640	0.000	0.000	17.640
Zone 2 Bairdi Tanner Crab	ea	51,233.000	0.000	0.000	51,233.000
Opilio Tanner Crab	ea	78,300.000	0.000	0.000	78,300.000
Pacific Halibut (mortality)	mt	75.460	0.000	0.000	75.460
Chinook Salmon	ea	520.000	0.000	0.000	520.000
Non-Chinook Salmon	ea	662.000	0.000	0.000	662.000
<i>Non-Specific Reserve</i>	mt	106.025	0.000	0.000	106.025

B. Pollock & MSCDQ Harvested by Quarter and Y-T-D

MS CDQ / PSQ Account Status Report 2003													
CDQ Group: APICDA	Units	Initial	Trans.	Trans.	Allocation	CDQ / PSQ Catch Reported				YTD Harvest	Percent	CDQ / PSQ	Percent
CDQ Reserve Category		Allocation	In	Out	after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Harvest	Harvested	Remaining	Remaining
BS Pollock	mt	20,884.640	0.000	0.000	20,884.640	8,322.278	0.000	0.000	0.000	8,322.278	39.8%	12,562.362	60.15%
Pacific Cod	mt	2,334.450	0.000	0.000	2,334.450	27.218	0.000	0.000	0.000	27.218	1.2%	2,307.232	98.83%
BS FG Sablefish	mt	43.500	0.000	0.000	43.500	0.000	0.000	0.000	0.000	0.000	0.0%	43.500	100.00%
AI FG Sablefish	mt	65.100	0.000	0.000	65.100	0.000	0.000	0.000	0.000	0.000	0.0%	65.100	100.00%
BS Sablefish	mt	22.890	0.000	0.000	22.890	0.000	0.000	0.000	0.000	0.000	0.0%	22.890	100.00%
AI Sablefish	mt	15.080	0.000	0.000	15.080	0.000	0.000	0.000	0.000	0.000	0.0%	15.080	100.00%
WAI Atka Mackerel 543	mt	449.700	0.000	0.000	449.700	0.000	0.000	0.000	0.000	0.000	0.0%	449.700	100.00%
CAI Atka Mackerel 542	mt	660.600	0.000	0.000	660.600	0.000	0.000	0.000	0.000	0.000	0.0%	660.600	100.00%
EAI/BS Atka Mackerel 541	mt	239.700	0.000	0.100	239.600	0.000	0.000	0.000	0.000	0.000	0.0%	239.600	100.00%
Yellowfin Sole	mt	1,758.680	0.000	0.000	1,758.680	0.468	0.000	0.000	0.000	0.468	0.0%	1,758.212	99.97%
Rock Sole	mt	792.000	0.000	0.000	792.000	28.367	0.000	0.000	0.000	28.367	3.6%	763.633	96.42%
BS Greenland Turbot	mt	32.160	0.000	0.000	32.160	0.013	0.000	0.000	0.000	0.013	0.0%	32.147	99.96%
AI Greenland Turbot	mt	16.830	0.000	0.000	16.830	0.000	0.000	0.000	0.000	0.000	0.0%	16.830	100.00%
Arrowtooth Flounder	mt	168.300	0.000	0.000	168.300	0.698	0.000	0.000	0.000	0.698	0.4%	167.602	99.59%
Flathead Sole	mt	300.000	0.000	0.000	300.000	40.558	0.000	0.000	0.000	40.558	13.5%	259.442	86.48%
Other Flatfish	mt	58.500	0.000	0.000	58.500	0.051	0.000	0.000	0.000	0.051	0.1%	58.449	99.91%
Alaska Plaice	mt	105.000	0.000	0.000	105.000	0.057	0.000	0.000	0.000	0.057	0.1%	104.943	99.95%
BS Pacific Ocean Perch	mt	18.020	0.000	0.000	18.020	0.000	0.000	0.000	0.000	0.000	0.0%	18.020	100.00%
WAI Pacific Ocean Perch 543	mt	131.700	0.000	0.000	131.700	0.000	0.000	0.000	0.000	0.000	0.0%	131.700	100.00%
CAI Pacific Ocean Perch 542	mt	75.300	0.000	0.000	75.300	0.000	0.000	0.000	0.000	0.000	0.0%	75.300	100.00%
EAI Pacific Ocean Perch 541	mt	78.900	0.000	0.000	78.900	0.000	0.000	0.000	0.000	0.000	0.0%	78.900	100.00%
BS Northern Rockfish	mt	0.000	0.000	0.000	0.000	0.001	0.000	0.000	0.000	0.001	N/A	N/A	N/A
AI Northern Rockfish	mt	132.300	0.000	0.000	132.300	0.000	0.000	0.000	0.000	0.000	0.0%	132.300	100.00%
BS Shortraker/Rougheye	mt	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	N/A	N/A	N/A
AI Shortraker/Rougheye	mt	13.640	0.000	0.000	13.640	0.000	0.000	0.000	0.000	0.000	0.0%	13.640	100.00%
BS Other Rockfish	mt	15.120	0.000	0.000	15.120	0.006	0.000	0.000	0.000	0.006	0.0%	15.114	99.96%
AI Other Rockfish	mt	10.080	0.000	0.000	10.080	0.000	0.000	0.000	0.000	0.000	0.0%	10.080	100.00%
Other Species	mt	370.719	0.000	0.000	370.719	9.162	0.000	0.000	0.000	9.162	2.5%	361.557	97.53%
PSQ Reserve Category													
Zone 1 Red King Crab	ea	1,746.000	0.000	0.000	1,746.000	0.000	0.000	0.000	0.000	0.000	0.00%	1,746.000	100.00%
Zone 1 Bairdi Tanner Crab	ea	19,110.000	0.000	0.000	19,110.000	0.000	0.000	0.000	0.000	0.000	0.00%	19,110.000	100.00%
Zone 2 Bairdi Tanner Crab	ea	53,460.000	0.000	0.000	53,460.000	0.000	0.000	0.000	0.000	0.000	0.00%	53,460.000	100.00%
Opilio Tanner Crab	ea	81,563.000	0.000	0.000	81,563.000	3.000	0.000	0.000	0.000	3.000	0.00%	81,560.000	100.00%
Pacific Halibut (mortality)	mt	75.460	0.000	0.000	75.460	0.486	0.000	0.000	0.000	0.486	0.64%	74.974	99.36%
Chinook Salmon	ea	347.000	0.000	0.000	347.000	229.000	0.000	0.000	0.000	229.000	65.99%	118.000	34.01%
Non-Chinook Salmon	ea	441.000	0.000	0.000	441.000	0.000	0.000	0.000	0.000	0.000	0.00%	441.000	100.00%

C. Compliance

APICDA and its partners are and were in full compliance with all NMFS and State of Alaska reporting requirements in the first quarter.

D. Other Fishing Issues/Activities

There were no other fishing issues or activities.

Table 1
Akutan Milestones

Project	Completion Date	Status
Monitor progress toward construction of large boat harbor in 2006.	2006	\$850,000 million commitment by APICDA.
Form sport fish joint venture.	2003	Pending.

Table 2
Atka Milestones

Project	Completion Date	Status
Continue water taxi and pilot boat activities.	Ongoing	Ongoing.
Process sablefish & halibut CDQ.	Ongoing	Ongoing.
Expand processing at APS, both by species and time of year.	Ongoing	Ongoing
Pursue development of a small boat harbor in Atka.	Ongoing	Ongoing.
Provide limited vessel repair opportunity.	Ongoing	Proposed.
Evaluate providing fuel depot services.	Ongoing	Proposed.
Evaluate warehouse storage opportunity.	Ongoing	Proposed.
Bring sport fish clients to Atka.	2003	Proposed.

Table 3
False Pass Milestones

Project	Completion Date	Status
Employ fifteen or more local residents in connection with Dipper operations.	Ongoing.	In progress.
Purchase and process 3 million pounds of Pacific cod, with focus on local fishermen.	Ongoing.	In progress.
Maximize financial return.	Ongoing.	Ongoing.
Complete plan to transition to shoreplant.	2004	Pending.
Construct shore plant and expand operations.	2005	Pending.
Complete joint venture discussions for store.	2003	Pending.
Pursue development of a small boat harbor in False Pass.	2005	Ongoing.

Table 4
Nelson Lagoon Milestones

Project	Completion Date	Status
Complete feasibility study, business plan and design for processing plant.	2004	Pending.
Construct plant.	2005	Pending.

Table 5
Nikolski Milestones

Project	Completion Date	Status
Employ six or more local residents in lodge business.	Ongoing	In progress.
Maximize financial return from Ugludax Lodge.	Ongoing	In progress.

Table 6
St. George Milestones

Project	Completion Date	Status
Complete engineering and permitting; construct shore plant.	2003	Pending.
Open facility and process crab, Pacific cod and halibut.	2004	Pending.
Provide 40 or more local jobs in connection with construction of the plant, harvesting, processing, and ancillary activities.	2004/05	Pending.
Maximize financial return from processing company.	2004/05	Pending.
Harvest 4C halibut CDQ and IFQ.	2003/2005	Ongoing.
Maintain gear and vessel upgrade program	2003/2005	Ongoing.
Identify Tract I tenants and generate revenue from facilities.	2003/2005	Ongoing.
Expand number of sport fish visitors to St. George.	2003/2005	Pending.
Provide employment for six or more local residents in conjunction with sport fishing business.	2003/2005	Pending.
Maintain Puffin Seafoods as a viable business.	2003/2005	Ongoing.

Table 7
Other APICDA Milestones

Project	Completion Date	Status
Purchase large commercial fishing vessels.	Ongoing	Ongoing
Continue Quota Share Loan Guarantee Program.	Ongoing	Ongoing
Purchase Quota Shares.	Ongoing	Ongoing
Provide annual donation to local fishermen's associations.	Spring (each year)	Ongoing
Hold annual APICDA Village Outreach Conference.	Spring (annual)	Ongoing
Assessment of Product Diversification Program expansion opportunities.	Ongoing	Ongoing
Develop flatfish operation.	Ongoing	In Process
Distribute annual school grants.	Winter (annual)	Ongoing
Establish higher education scholarship funding levels and identify recipients.	Spring (annual)	Ongoing
Implement revised Small Vessel Acquisition Program.	2003	Proposed
Evaluate all joint venture and subsidiary investments from a goal, objective, and ROI making perspective.	Ongoing	Ongoing
Maximize harvest of all APICDA MSCDQ allocations.	Ongoing	Ongoing

Other APICDA Milestones (Cont.)

Project	Completion Date	Status
Maximize the harvest of target species and minimize the harvest of incidental species, particularly prohibited species.	Ongoing	Ongoing
Maximize the use of gear types that have minimize adverse impacts upon habitat.	Ongoing	Ongoing
Monitor MSCDQ vessel harvesting activities on an individual vessel basis to manage target and non-target harvests.	Ongoing	Ongoing
Monitor MSCDQ vessel activities to ensure compliance with all federal and state regulations.	Ongoing	Ongoing
Comply with all state and federal reporting requirements on a timely basis.	Ongoing	Ongoing
Achieve a royalty return from MSCDQ harvesting and processing operations that are fair to all parties involved.	Ongoing	Ongoing
Maximize the return from MSCDQ harvesting and processing operations by participating as a whole or part-owner at as many levels of the industry (harvesting, processing, marketing, etc.) as possible and practical.	Ongoing	Ongoing
Maximize the employment of local residents in all phases of MSCDQ harvesting, processing, and marketing.	Ongoing	Ongoing
Contribute ten percent of annual APICDA revenue into the Longterm Reserve Account (LRA) until \$5 million.	Ongoing	Ongoing

Other APICDA Milestones (Cont.)

Project	Completion Date	Status
Invest LRA funds in accordance with APICDA's Investment Guidelines.	Ongoing	Ongoing
Manage non-LRA funds to maximize liquidity while emphasizing security.	Ongoing	Ongoing
Normally generate one-half to one percent above prime as a rate of return for internal loans.	Ongoing	Ongoing
Establish annual board and administrative budgets, and monitor budgets on a continuing basis.	Ongoing	Ongoing
Maintain a cash flow projection six months into the future.	Ongoing	Ongoing
Establish annual board and administrative budgets, and monitor budgets on a continuing basis.	Ongoing	Ongoing
File quarterly and annual reports on a timely basis.	Ongoing	Ongoing
Comply with all CDQ federal and state rules and regulations.	Ongoing	Ongoing
Complete an annual audit.	Ongoing	Ongoing
Have regular board and sub-committee meetings.	Ongoing	Ongoing
Review by-laws on an annual basis.	Ongoing	Ongoing

Other APICDA Milestones (Cont.)

Project	Completion Date	Status
Ensure that fishermen associations conduct their APICDA board representative elections in accordance with appropriate by-laws.	Ongoing	Ongoing
Ensure that staff implements board policies as enunciated.	Ongoing	Ongoing
Maintain Quota Share Retention Program.	Ongoing	Ongoing
Maintain College Intern Program.	Ongoing	Ongoing